

# Sahajwani Narang & Associates

## CHARTERED ACCOUNTANTS

CA Shailesh Narang  
Mob:- 9820126360

Suite # A - 406, 36 Turner Road,  
Opp. Tava Hotel,  
Bandra West, Mumbai 400 050.  
Tel.:+91(22) 2640 6340 / 2640 6350.  
Email : narang.sna@gmail.com

### INDEPENDENT AUDITOR'S REPORT

01 NOV 2021

To,  
The Members of  
**SILICON RENTAL SOLUTIONS PRIVATE LIMITED.**  
Mumbai

#### **Report on the Financial Statements**

#### **Opinion**

1. We have audited the accompanying financial statements of **SILICON RENTAL SOLUTIONS PRIVATE LIMITED** ("the Company"), which comprises the Balance Sheet as at 31st March 2021, the Statement of Profit & Loss Account for the year then ended and the statement of changes in Equity (if any) and notes to the financial statements, including a summary of Significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanation given to us, the aforesaid financial statements give the information required by the Companies Act 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, including accounting standards specified under section 133 of the Act, of the state of affairs of the company as on 31st March 2021 and its profit / loss, changes in equity (if any) for the year ended on that date.

#### **Basis for Opinion**

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act 2013 ("the Act"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Information Other than the Financial Statements and Auditor's Report thereon**

4. The Company's Board of Directors is responsible for the preparation of other information. The Other information comprises the information included in the Annual Report, namely Financial Performance, Director's Report including Annexure to the Director's Report etc.; but does not include the financial Statements and our auditor's report thereon. The information is expected to be made available to us after the date of this auditor's report.



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5. Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.
6. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

### **Management's Responsibility and those charged with Governance for the Financial Statements**

7. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (The Act) with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash Flows of the Company, Changes in equity in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of financial statements that give a true and fair view and are free from material misstatements, whether due to fraud or error.

### **Going Concern**

8. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.
9. Company Board of Directors is also responsible for overseeing the Company's financial reporting process.





**Auditor's Responsibility for the Audit of the Financial Statements**

10. Our objective is to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatements, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is high level of assurance, but it is not a guarantee that an audit is in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
11. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - a. Identify and assess the risks of material misstatement of the Financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - b. Obtain an undertaking of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(1)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
  - c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
  - d. Conclude on the appropriateness of Management's use of going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events and conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our audit report. However future events or conditions may cause the Company to cease to continue as a going concern.
  - e. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.





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12. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
13. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
14. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.
15. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.
16. As more specifically explained in Note 2 to the financial statements, the company has made a detailed assessment of its liquidity position for the next year and the recoverability and carrying value of its assets comprising property, plant, and equipment, investments, inventory and trade receivables. Based on current indicators of future economic conditions, the company expects to recover the carrying amount of these assets. The company continues to evaluate them as highly probable considering the orders in hand. The situation is changing rapidly giving rise to inherent uncertainty around the extent and timing of the potential future impact of the COVID-19 pandemic which may be different from that estimated at the date of approval of the financial results. The Company will continue to closely monitor any material changes arising from future economic conditions and impact on its business.  
Our opinion is not modified in respect of this matter.

### Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143(3) of the Act, we report that:

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.



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- b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With reference reporting on the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls in our opinion such reporting is not required as per the provisions of section 143(3)(i) of the Companies Act 2013;
- g. Due to spread of COVID-19 all over the country there were various restrictions imposed which led to carrying the audit on remote access on the basis of data as provided by management.

This has been carried out based on the advisory on "Specific Considerations while conducting Distance Audit/ Remote Audit/ Online Audit under current Covid-19 situation" issued by the Auditing and Assurance Standards Board of ICAI. We have been represented by the management that the data provided for our audit purposes is correct, complete, reliable, and are directly generated by the accounting system of the Firm without any further manual modifications.

We bring to the attention of the users that the audit of the financial statements has been performed in the aforesaid conditions.

Our audit opinion is not modified in respect of the above.

- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:





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- i. The Company does not have any pending litigations which would impact its financial position.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts required to be transferred, to the Investor Education and Protection Fund by the Company.

**For SAHAJWANI NARANG & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

Firm Registration No.: 130142W



**S. H. NARANG**  
**PARTNER**

**M. No. : 037337**

**UDIN: 21037337 AAAADI 4915**



**DATE : 01/11/2021**  
**PLACE : MUMBAI**

**"Annexure A" to the Independent Auditors' Report**

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the standalone financial statements of the Company for the year ended March 31, 2021:

- 1) In respect of its fixed assets:
  - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets. The details of assets out on hire are in use at the respective addresses of the customers. Details of which are dynamic and are updated within a reasonable lag of time.
  - b) We are informed that the other Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
- 2) The inventory, except goods-in-transit has been physically verified by the management at reasonable intervals during the year. The discrepancies noticed on physical verification of the inventory as compared to books records, which has been properly dealt with in the books of account were not material.
- 3) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (c) of the Order are not applicable to the Company. Hence not commented upon.
- 4) According to the information and explanations given to us, the company has not granted any loans to, provided guarantees or security on behalf of or made any investments; hence the provisions of section 185 and other relevant provisions of section 186 of the Companies Act, 2013 are not applicable.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As per information & explanation given by the management, and having regard to the nature of Company's business / activities maintenance of cost records has not been prescribed by the Central Government under sub-section (1) of section 148 of





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Companies Act, 2013 for the industry to which the company belongs. Hence, reporting under clause (vi) of CARO 2016 not applicable.

- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added tax, Cess, Goods and Services Tax and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, there were no outstanding dues as on March 31, 2021 for a period of more than six months from the date on when they become payable.

(b) During the course of audit, certain transactions were identified where GST liability is unpaid. The company has sufficient credit in the GST Input Tax Credit account to absorb these liabilities and hence the net amount payable, if any, is not material. The company will be making suitable adjustments in its GST returns in the subsequent period. In view of the above, we don't have any further comments to make in this regard.

- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan from any other Bank or financial institutions or from the government and has not issued any debentures during the year.
- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) The company is not a listed company. Therefore, the provisions of clause 3 (xi) is not applicable to the company.
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the standalone financial statements as required by the under Accounting Standard - 18 "Related Party Disclosure".





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- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company.
- 16) In our opinion, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

**For SAHAJWANI NARANG & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

Firm Registration No.: 130142W

**S. H. NARANG**  
**PARTNER**

**M. No. : 037337**

**UDIN: 21037337AAAADI 4915**



**DATE : 01/11/2021**

**PLACE : MUMBAI**

# SILICON RENTAL SOLUTIONS PRIVATE LIMITED

## BALANCE SHEET AS AT 31ST MARCH 2021

	Note	As at 31st March, 2021	As at 31st March, 2020
<b>EQUITY AND LIABILITIES:</b>			
<b>SHAREHOLDERS' FUNDS:</b>			
Share Capital	3	1,00,000	1,00,000
Reserves and Surplus	4	5,78,74,658	3,45,93,500
		<u>5,79,74,658</u>	<u>3,46,93,500</u>
<b>NON-CURRENT LIABILITIES:</b>			
Long - term borrowing	5	9,71,344	3,61,76,732
Deferred Tax Liability	6	-	-
		<u>9,71,344</u>	<u>3,61,76,732</u>
<b>CURRENT LIABILITIES:</b>			
Short Term Borrowings	7	5,38,00,000	-
Sundry Creditors	8	6,56,81,406	5,40,00,785
Other current liabilities	9	1,01,17,624	1,07,66,130
Short - Term Provisions	11	1,90,42,235	1,27,80,530
		<u>14,86,41,265</u>	<u>7,75,47,446</u>
<b>Total</b>		<b><u>20,75,87,266</u></b>	<b><u>14,84,17,678</u></b>
<b>ASSETS:</b>			
<b>NON-CURRENT ASSETS:</b>			
Fixed Assets			
Tangible assets	10	10,45,82,230	7,64,44,018
Deferred Tax Assets	6	57,36,053	48,16,588
		<u>11,03,18,283</u>	<u>8,12,60,606</u>
<b>CURRENT ASSETS:</b>			
Trade Receivables	12	4,55,51,612	4,71,02,290
Cash and Bank Balances	13	3,42,59,702	71,54,520
Short term loans and advances	14	-	8,000
Other current assets	15	1,74,57,669	1,28,92,262
		<u>9,72,68,983</u>	<u>6,71,57,072</u>
<b>Total</b>		<b><u>20,75,87,266</u></b>	<b><u>14,84,17,678</u></b>
		0	

General Information & Significant Accounting Policies 1  
The Notes are an integral part of these financial statement 2

As per our report of even date

For and on behalf of

**SAHAJWANI NARANG & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

Firm Registration No: 130144W

**S. H. NARANG.**  
**PARTNER.**

Membership No: 037337.

Place: Mumbai.

Date:

01 NOV 2021



For and on behalf of

**SILICON RENTAL SOLUTIONS PVT. LTD.**  
**PRIVATE LIMITED.**

**SANJAY MOTIANI**  
**Director**

DIN No. - 07314538

Place: Mumbai.

Date:

01 NOV 2021

**KANCHAN MOTIANI**  
**Director**

DIN No. - 07314480



# SILICON RENTAL SOLUTIONS PRIVATE LIMITED

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2021

	Note	For the year ended 31st March, 2021	For the year ended 31st March, 2020
<b>REVENUE:</b>			
Revenue From Operations	16	13,75,44,238	12,27,79,350
Other Income	17	24,616	1,20,259
<b>TOTAL REVENUE</b>		<b>13,75,68,854</b>	<b>12,28,99,610</b>
<b>EXPENSES :</b>			
Cost of Materials consumed	18	43,58,256	50,95,300
(Incr)/Decr in inventories of finished goods		-	-
Employee benefit expenses	19	49,44,748	56,82,154
Finance costs	20	3,34,414	-
Depreciation and amortisation expense	10	6,40,69,656	5,52,50,057
Other expenses	21	3,26,75,087	3,21,39,315
<b>TOTAL EXPENSES</b>		<b>10,63,82,161</b>	<b>9,81,66,825</b>
<b>PROFIT BEFORE TAX</b>		<b>3,11,86,693</b>	<b>2,47,32,784</b>
<b>TAX EXPENSE</b>			
Current Tax		88,25,000	78,00,000
Deferred Tax Liability / (Asset)	6	(9,19,465)	(17,44,672)
		<b>79,05,535</b>	<b>60,55,328</b>
<b>PROFIT AFTER TAX</b>		<b>2,32,81,158</b>	<b>1,86,77,456</b>
Earning per share	22		
Basic (Face Value of Rs. 10 each)		2,328.12	1,867.75
Diluted (Face Value of Rs. 10 each)		2,328.12	1,867.75

As per our report of even date

For and on behalf of

**SAHAJWANI NARANG & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

Firm Registration No: 130142W

*S. H. Narang*

**S. H. NARANG.**  
**PARTNER.**

Membership No: 037337.

Place: Mumbai.

Date:

01 NOV 2021



For and on behalf of

**SILICON RENTAL SOLUTIONS PVT. LTD.**  
**PRIVATE LIMITED.**

*Sanjay Motiani*

**SANJAY MOTIANI**  
**Director**

DIN No.- 07314538

Place: Mumbai.

Date:

01 NOV 2021

*Kanchan Motiani*

**KANCHAN MOTIANI**  
**Director**

DIN No.- 07314480

# SILICON RENTAL SOLUTIONS PRIVATE LIMITED

## CASH FLOW STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

	For the year ended 31st March, 2021	For the year ended 31st March, 2020
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net profit / (loss) before extraordinary items	3,11,86,693	2,47,32,784
<u>Adjustments for</u>		
Depreciation and amortisation	6,40,69,656	5,52,50,057
Reversal of DTA / DTL	-	-
Extra Ordinary Items	-	-
Operating Profit before Working Capital Changes	9,52,56,349	7,99,82,841
(Increase) / Decrease in Trade Receivables	15,50,678	(1,17,18,307)
(Increase) / Decrease in Short Term Loans & Advances	8,000	(8,000)
(Increase) / Decrease in Other Current Assets	3,04,593	(22,46,092)
Increase / (Decrease) in Trade Payables	1,16,80,621	58,19,494
Increase / (Decrease) in Other Current Liabilities	(6,48,507)	1,04,68,508
Increase / (Decrease) in Short Term Provisions	62,61,705	77,43,998
Cash from operations	11,44,13,438	9,00,42,443
Income Tax paid	(48,70,000)	(51,00,000)
Net Cash Flow from Operating Activities	10,95,43,438	8,49,42,443
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Addition To Fixed Assets	(9,24,17,093)	(7,53,08,440)
Proceeds from Sale of Fixed Assets	2,09,224	11,11,459
Long Term Loans Advanced	-	-
Investments in Fixed Deposits	-	-
Net Cash Flow from Investing Activities	(9,22,07,869)	(7,41,96,981)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from long term borrowings	-	(4,18,600)
Repayment of Long term borrowings	(3,52,05,388)	
Net Cash Flow from Financing Activities	(3,52,05,388)	(4,18,600)
Net Increase / (Decrease) in Cash and Cash Equivalents	(1,78,69,818)	1,03,26,862
Cash and Cash Equivalents as at 1st April	1,49,54,521	46,27,659
Cash and Cash Equivalents as at 31st March	(29,15,297)	1,49,54,521

As per our report of even date

For and on behalf of

**SAHAJWANI NARANG & ASSOCIATES**

**CHARTERED ACCOUNTANTS**

Firm Registration No: 130142W

**S. H. NARANG.**

**PARTNER.**

Membership No: 037337.

Place: Mumbai.

Date:



01 NOV 2021

For and on behalf of

**SILICON RENTAL SOLUTIONS PVT. LTD.**

**PRIVATE LIMITED.**

**SANJAY MOTIANI**

**Director**

DIN No. 07314538

Place: Mumbai.

Date:

*K Motiani*

**KANCHAN MOTIANI**

**Director**

DIN No. 07314480

01 NOV 2021



# **SILICON RENTAL SOLUTIONS PRIVATE LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

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### **1 GENERAL INFORMATION :**

- 1.01** The company is engaged in the business of trading and letting out on hire of Computers, Computer Software and Computer Accessories and other Equipments.

### **2 SIGNIFICANT ACCOUNTING POLICIES:**

#### **2.01 Basis of preparation**

- (a) The financial statements have been prepared in accordance with Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules 2014 and the relevant provisions of the Companies Act 2013.
- (b) The accounting policies adopted in the presentation of the financial statements are consistent with those followed in the previous year.
- (c) All assets and liabilities have been classified as current and non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of services the Company has ascertained its operating cycle as 12 months for the purpose of current / non - current classification of assets and liabilities.

#### **2.02 Use of Estimates**

- (a) The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. The management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Difference between the actual results and estimates are recognised in the period in which the results are known / materialised.

#### **2.03 Revenue Recognition**

- (a) Revenue is recognised when the significant risk and rewards of delivery of services have been transferred to the customers taking into account billing cycles as agreed.
- (b) Interest income is recognised on a time proportion basis taking into account the amount outstanding and the applicable interest rates.



**2.04 Tangible Fixed Assets**

- (a) Tangible Fixed assets, are carried at historical cost less accumulated depreciation / amortization and impairment losses, if any. Costs include non refundable taxes and duties, borrowing costs and other expenses incidental to the acquisition and installation up to the date the asset is ready for intended use.
- (b) Subsequent expenditures related to an item of tangible asset are added to its book value only if they increase the future benefits from the existing assets beyond its previously assessed standard of performance.

**2.05 Depreciation on Tangible Fixed Assets**

- (a) Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less estimated residual value.
- (b) The management has decided to charge depreciation as per the useful life of the assets as prescribed in Schedule II of Companies Act, 2013 for all assets of the company.
- (c) For addition to assets, Depreciation is calculated from the month after in which the asset is purchased and put to use. For sale of assets, depreciation is calculated till the end of the month before the day of sale and the Profit or Loss on Sale is determined.

**2.06 Intangible Assets:**

- (a) Intangible assets are stated at acquisition cost, net of accumulated amortisation and accumulated impairment losses, if any.

**2.07 Impairment of Assets :**

- (a) The carrying amount of assets, other than inventories is reviewed at each balance sheet date to assess whether there is any indication of impairment in respect of such asset or group of assets. If such indication exists, the recoverable amount of such asset or group of assets is estimated in order to determine the extent of impairment loss.

**2.08 Investments:**

- (a) Investments are classified into Non - Current and Current Investments.
- (b) Current Investments are carried individually at lower of cost and fair value and the resultant decline, if any, is charged to revenue.

**2.09 Trade receivables and Loans and advances**

- (a) Trade receivables and Loans and advances are stated after making adequate provisions for doubtful balances.

**2.10 Borrowing Costs:**

- (a) Borrowing cost that are recognised on a time proportion basis taking into account the amount outstanding and the applicable interest for the period. All other costs are recognised as an expense in the period in which they are incurred.





**2.11 Expenses**

- (a) Expenses are accounted for on accrual basis.

**2.12 Taxation :**

- (a) Tax expenses comprises both current and deferred tax.
- (b) Current tax is determined as the amount of tax payable in respect of taxable income for the period.
- (c) Deferred tax is recognised, subject to the consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and is capable of reversal in one or more subsequent periods. Deferred tax assets are recognised on unabsorbed depreciation and carry forward of losses as there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

**2.13 Employee Benefits**

- (a) Company's contribution paid / payable during the year to Provident Fund are recognised in the Statement of Profit and Loss. Presently, the company does not have a PF scheme.
- (b) Short term employee benefits expected to be in exchange for the services rendered by employees are recognised undiscounted during the period employee renders services. These benefits include special allowances and incentives.

**2.14 Provisions, Contingent Liabilities and Contingent Assets :**

- (a) Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

**2.15 Foreign Exchange Transaction**

- (a) Foreign currency transactions are accounted for at the exchange rates prevailing at the date of the transaction. Gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Profit and Loss.

**2.16 Earning Per Share**

- (a) Basic earning per share is calculated by dividing the net profit for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.
- (b) For the purpose of calculating diluted earnings per share, the net profit for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.



# SILICON RENTAL SOLUTIONS PRIVATE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

	As at 31st March, 2021	As at 31st March, 2020
<b>3 SHARE CAPITAL</b>		
<b>Authorised :</b>		
20,00,000 Equity Shares of Rs.10/- each	2,00,00,000	5,00,000
(Previous Year 50,000 Equity Shares of Rs. 10/- each)		
<b>Issued and Subscribed and fully paid up shares :</b>		
10,000 Equity Shares of Rs.10/- each	1,00,000	1,00,000
<b>(a) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company</b>		
	No of Shares (% of holding )	No of Shares (% of holding )
1 Anushka Motiani	1,000 10%	1,000 10%
2 Kanchan Motiani	4,000 40%	4,000 40%
3 Sanjay Motiani	5,000 50%	5,000 50%
<b>(b) Statement of changes in Equity for the year ended 31/03/2021</b>		
Equity Share Capital		
<b>As at 31/03/2020</b>	No. of Shares 10000	No. of Shares 10000
Issue of Share Capital	-	-
<b>As at 31/03/2021</b>	10000	10000
<b>4 Reserves and Surplus</b>		
<b>Surplus</b>		
Balance as at the beginning of the year	3,45,93,500	1,59,16,044
Add: Profit for the year	2,32,81,158	1,86,77,456
Less : Transfer to General Reserve		
Closing Balance	<b>5,78,74,658</b>	<b>3,45,93,500</b>
<b>5 Long - term borrowings</b>		
secured		
- From Others	-	-
- From Director	-	-
Unsecured		
- From Others	-	-
- From Director	9,71,344	3,61,76,732
	<b>9,71,344</b>	<b>3,61,76,732</b>
<b>7 Short Term Borrowings</b>	5,38,00,000	-
The Company has taken a Working Capital facility from Standard Chartered Bank against hypothecation of Unit no. 5, Unit no. 5A and Unit no 7, Mohini Heights, 5th road Khar West, properties owned by one of the director of the company.		
	<b>5,38,00,000</b>	-
<b>8 Trade Payables</b>		
Sundry Creditors	6,56,81,406	5,40,00,785
	<b>6,56,81,406</b>	<b>5,40,00,785</b>
<b>9 Other current liabilities</b>		
Statutory dues	1,17,624	7,66,130
Deposits	1,00,00,000	1,00,00,000
	<b>1,01,17,624</b>	<b>1,07,66,130</b>
<b>11 Short Term Provisions</b>		
Others		
Provisions	1,90,42,235	1,27,80,530
Other Payables	-	-
	<b>1,90,42,235</b>	<b>1,27,80,530</b>





# AS PER COMPANIES ACT 2013

Schedule forming part of the Balance Sheet as on 31.03.2021  
Fixed Assets

Description of Assets	Useful Life in Years	Gross Block				Depreciation			Net Block		
		Opening	Additions	Deletions	Closing	Opening	Additions	Deletions	Closing	Opening	Closing
		As on 01.04.2020	in 01.04.2020	Deletions	As on 31.03.2021	As on 01.04.2020	for the Year	for the Year	As on 31.03.2021	WDV as on 31.03.2021	WDV as on 31.03.2020
TANGIBLE ASSETS:											
Computer, Software and Accessories for Hire	3	21,57,38,463	9,06,08,301	10,39,856	30,53,06,908	14,21,68,017	6,28,17,369	8,30,632	20,41,54,753.45	10,11,52,154	7,35,70,446
Server for Hire	6	1,14,53,906	-	-	1,14,53,906	96,98,880	6,68,745	-	1,03,67,624.99	10,86,281	17,55,026
Office Equipments for Hire	5	18,74,522	17,62,706	-	36,37,228	9,81,542	5,17,266	-	14,98,807.92	21,38,420	8,92,980
Office Equipments (AC)	5	1,24,471	-	-	1,24,471	50,940	13,309	-	64,248.99	60,222	73,531
Motor Vehicle	8	3,75,000	-	-	3,75,000	2,34,676	43,823	-	2,78,499.23	96,501	1,40,324
Office Furniture	10	22,800	-	-	22,800	11,086	3,033	-	14,118.77	8,681	11,714
Television	5	-	46,086	-	46,086	-	6,111	-	6,111	39,975	-
Total (a)		22,95,89,162	9,24,17,093	10,39,856	32,09,66,398	15,31,45,141	6,40,69,656	8,30,632	21,63,84,164	10,45,82,234	7,64,44,021
INTANGIBLE ASSETS:											
Total (b)		-	-	-	-	-	-	-	-	-	-
Grand Total (a+b)		22,95,89,162	9,24,17,093	10,39,856	32,09,66,398	15,31,45,141	6,40,69,656	8,30,632	21,63,84,164	10,45,82,234	7,64,44,021
Previous Year's Total		15,70,01,842	7,53,08,443	27,21,122	22,95,89,162	9,95,04,748	5,52,50,057	16,09,664	15,31,45,141	7,64,44,021	5,74,97,094



	As at 31st March, 2021	As at 31st March, 2020
<b>12 Trade Receivables</b>		
Outstanding for a period exceeding six months from the date they are due for payment		
Un-secured, considered good	56,48,414	58,20,651
<b>Total(A)</b>	<u>56,48,414</u>	<u>58,20,651</u>
Other receivables		
Un-secured, considered good	3,99,03,198	4,12,81,639
<b>Total(B)</b>	<u>3,99,03,198</u>	<u>4,12,81,639</u>
<b>Total(A+B)</b>	<u><b>4,55,51,612</b></u>	<u><b>4,71,02,290</b></u>
<b>13 Cash and bank balances</b>		
Cash and cash equivalents		
Cash on hand (a)	62,976	1,48,367
Bank balances:		
In Cash credit Accounts	3,16,10,621	8,88,365
In Current Accounts	25,86,104	61,17,788
	<u>3,42,59,701</u>	<u>71,54,520</u>
	<u><b>3,42,59,701</b></u>	<u><b>71,54,520</b></u>
<b>14 Short Term Loans &amp; Advances</b>		
Others	-	8,000
	<u>-</u>	<u><b>8,000</b></u>
<b>15 Other Current Assets</b>		
Advance Tax, TDS (Net of Provisions)	1,74,57,669	1,28,92,262
	<u><b>1,74,57,669</b></u>	<u><b>1,28,92,262</b></u>
<b>16 Revenue from Operations</b>		
Sales of Goods ( incl Fixed Asset )	44,40,605	47,44,439
Sales of Services	13,31,03,633	11,80,34,912
	<u><b>13,75,44,238</b></u>	<u><b>12,27,79,350</b></u>
<b>17 Other Income</b>		
Profit on sale of Fixed Assets	3,384	1,14,946
Sundry Balance Woff	21,232	5,313
	<u><b>24,616</b></u>	<u><b>1,20,259</b></u>
<b>18 Cost of Materials consumed</b>		
Purchase of Goods ( incl Cost of Fixed asset sale )	34,33,823	39,05,670
Purchase of Services	9,24,433	11,89,630
	<u><b>43,58,256</b></u>	<u><b>50,95,300</b></u>





	As at 31st March, 2021	As at 31st March, 2020
<b>19 Employee Cost</b>		
Salaries and Wages	44,93,566	51,25,639
Staff Welfare expenses	4,51,182	5,56,515
	<b>49,44,748</b>	<b>56,82,154</b>
<b>20 Finance Cost</b>		
Interest expense on - borrowings	3,34,414	-
	<b>3,34,414</b>	-
<b>21 Other Expenses</b>		
Advertisement Expense	94,228	2,33,353
Audit Fees	1,65,000	1,15,000
Bank Charges	37,489	23,207
Bad Debts W/o	3,17,029	52,44,116
Business Promotion	4,18,645	3,64,745
Commission Paid	11,48,501	6,09,531
Consultancy Charges	-	27,000
Conveyance	10,64,040	7,97,789
Courier and Transportation charges	8,70,898	4,20,190
Discount	40	57,743
Diwali Expenses	2,71,910	91,280
Director's Remuneration	46,80,000	44,40,000
Entertainment Expenses	4,22,488	3,98,140
Electricity Charges	1,64,700	2,53,580
Interest on Late Payment of PT	6,140	3,698
Interest on Late Payment of S A Tax	1,87,835	-
Interest on Late Payment of TDS	3,248	511
Interest on Late Payment of VAT	34,494	17,684
Internet Charges	23,036	10,980
Insurance Charges	15,767	33,969
Late Fees for Return Filing	2,050	1,000
Loan Processing Fees (O/D)	5,52,332	-
Meeting Exps	3,28,425	3,01,124
Misc Expenses	3,20,106	2,48,963
News Papers and Periodicals	79,254	98,125
Office Exps	9,18,993	6,45,731
Pamphlet Distributions Exps	-	3,46,500
Professional Tax Paid	-	10,842
Pooja Exps	98,848	62,145
Postage and Courier	1,56,314	13,743
P Repairs	1,52,28,693	1,37,93,823
Printing & Stationery	2,79,273	1,63,661
Professional Fees	8,01,300	55,313
Rent Paid A/c	26,18,800	24,00,000
Repair and Maintenance	5,88,200	4,24,539
Travelling Expenses	6,49,232	3,20,672
Telephone Exps	1,17,780	80,618
Donation	10,000	30,000
	<b>3,26,75,087</b>	<b>3,21,39,315</b>
<b>22 Earning per share</b>		
Earning per share has been computed as under :		
Net Profit after tax (A)	2,32,81,158	1,86,77,456
No. of shares outstanding for Basic EPS (B)	10,000	10,000
<b>Basic Earning Per Share (A/B)</b>	<b>2,328.12</b>	<b>1,867.75</b>
No. of shares outstanding for Diluted EPS (C)	10,000	10,000
<b>Diluted Earning Per Share (B/C)</b>	<b>2,328.12</b>	<b>1,867.75</b>



As at 31st March,  
2021As at 31st March,  
2020**23 Current Assets & Current Liabilities:**

In the opinion of the Directors, the Current Assets, Loans and Advances are approximately of the value as stated in the Balance Sheet, if realized in the ordinary course of business and provisions for all known liabilities have been made, and the same is not in excess of amount considered necessary.

The balance confirmation from the sundy debtors, sundry creditors for supplies and expenses, advances, deposits and other debit or credit balances on personal accounts have not been obtained and as such the balances are subject to confirmation and reconciliation if any.

- 24** The directors confirm that the figures of supply of goods and services and GST input and output as given in these financial statements are true and fair. The same are subject to reconciliation with information filed with the GST authorities. On final reconciliation, suitable reversal / correction entries shall be made in GST returns to align them with the present financial statements.
- 25** As per the information given to us by the management, the company has implemented a procedure to ascertain whether or not its vendors are registered under MSME act and given the scale of company's operations it is in the process of implementing the revised timelines for payments specified under the act.
- 26** Though Covid 19 has already impacted the company, the extent of the impact of COVID 19 outbreak on operations of the Company will depend on future developments, including the duration and spread of the outbreak, related advisories and restrictions, Government actions, the impact on financial markets and the overall economy, all of which are highly uncertain and can't be accurately predicted. If the markets and/or overall economy are impacted for an extended period, the Company operations will be affected. The nature and extent of impact cannot be accurately determined at this time.
- 27** The pandemic restrictions due to Covid has affected the normal day to day functioning of all entities and has also affected the method and procedures adopted for Audit of accounts. Physical meetings are not possible and audit has been done in virtual mode.

**28 Related Party**

Key Management Personnel :

Sanjay Motiani  
Kanchana Motiani  
Anushka Motiani  
Nikhil Motiani

**Disclosure of transactions between Company and Related Parties :**

Key Management Personnel :	Remuneration	46,80,000	46,80,000
	Sale of Goods	-	1,18,000
	Rent Paid	24,00,000	-
<b>Remuneration</b>			
Sanjay Motiani	18,00,000	18,00,000	
Kanchana Motiani	18,00,000	18,00,000	
Anushka Motiani	5,40,000	5,40,000	
Nikhil Motiani	5,40,000	5,40,000	
<b>Sale of Goods</b>			
Sanjay Motiani	-	-	-
Kanchana Motiani	-	-	1,18,000
<b>Rent Paid</b>			
Sanjay Motiani	24,00,000	-	-

As per our report of even date

For and on behalf of

SAHAJWANI NARANG &amp; ASSOCIATES

CHARTERED ACCOUNTANTS

Firm Registration No: 130142W

S. H. NARANG.  
PARTNER.

Membership No: 037337.

Place: Mumbai.

Date:

01 NOV 2021



For and on behalf of

SILICON RENTAL SOLUTIONS PVT. LTD.  
PRIVATE LIMITED.

SANJAY MOTIANI  
Director

DIN No. - 07314538

Place: Mumbai.

Date:

01 NOV 2021

KANCHAN MOTIANI  
Director

DIN No. - 07314480



**SILICON RENTAL SOLUTIONS PVT LTD**

ACCOUNTING YEAR	: 31.03.2021
ASSESSMENT YEAR	: 2021-2022
STATUS	: PVT. LTD COMPANY
P. A. N. No.	: AAWCS6812M
D.O.B.	: 28/01/2016

**COMPUTATION OF TOTAL INCOME**

	<u>Rs.</u>	<u>Rs.</u>
<b><u>INCOME FROM BUSINESS &amp; PROFESSION</u></b>		
Profit as per Profit and Loss A/c.	31186693	
Add : Depreciation as per Companies Act	64069656	
Add : Interest paid on loan	0	
Add : Expense Disallowed -	542767	
Add : Donation	0	
	<u>95799116</u>	
Less : Income considered separately	0	
Less : Profit on sale of Fixed Assets	0	
Less : Depreciation as per Income Tax Act	<u>(60764608)</u>	35034508
<b>GROSS TOTAL INCOME</b>		<b><u>35034508</u></b>

**TOTAL INCOME**

**35034508**

**Tax Calculation**

Tax on Rs.	35034510	7707592
Add: Surcharge		<u>770759</u>
		<b>8478351</b>
Add: Education Cess		<u>339134</u>
<b>TAX PAYABLE</b>		<b><u>8817485</u></b>
Less : Advance Tax	4870000	
Less : TDS Not Reflecting in 26AS - see details	33335	
Less : TDS AS per 26AS	<u>2192839</u>	<u>-7096174</u>
		1721311
<b>Add : Interest</b>		208570
Add : Round up		0
Net Payable		1929881
Self assessment Tax Paid		<u>-1600000</u>
Balance Tax Paid on Self Assessment		<b><u>329880</u></b>